## ORIGINAL



BEFORE THE ARIZONA CORPORATION-GOMMISSION Commission 1 DOCKETED 2 **COMMISSIONERS** 2007 OCT 12 P 3: 05 OCT 12 2007 3 MIKE GLEASON, Chairman AZ CORP COMMISSION DOCKET CONTROL WILLIAM A. MUNDELL DOCKETED BY JEFF HATCH-MILLER KRISTIN K. MAYES **GARY PIERCE** DOCKET NO. W-01815A-06-0775 IN THE MATTER OF THE APPLICATION OF 6 GOLDEN SHORES WATER COMPANY, INC., AN ARIZONA CORPORATION, FOR AUTHORITY TO ISSUE LONG-TERM DEBT IN 8 THE AMOUNT OF \$286,200 AND RELATED APPROVALS IN CONNECTION WITH THE CONSTRUCTION OF WATER SYSTEM INFRASTRUCTURE IMPROVEMENTS. 10 IN THE MATTER OF THE APPLICATION OF DOCKET NO. W-01815A-07-0117 11 GOLDEN SHORES WATER COMPANY FOR APPROVAL OF DETERMINATION OF THE 12 FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS 13 RATES AND CHARGES FOR UTILITY SERVICES BASED THEREON. 14 PROCEDURAL ORDER 15 BY THE COMMISSION: 16 On December 12, 2006, Golden Shores Water Company, Inc. ("Company" or "Applicant") 17 filed with the Arizona Corporation Commission ("Commission") an application for the approval of 18 long-term debt. 19 On February 23, 2007, the Company filed with the Commission an application for an increase 20 in its permanent and charges. 21 On March 26, 2007, the Commission's Utilities Division ("Staff") issued a notice of 22 insufficiency in the rate proceeding pursuant to A.A.C. R14-3-103. 23 On April 27, 2007, Staff filed a Motion to Consolidate the above-captioned proceedings 24 without objection. 25 On May 2, 2007, by Procedural Order, the above-captioned proceedings were consolidated 26 pursuant to A.A.C. R14-3-109. 27 On May 11, 2007, Staff issued its second notice of insufficiency.

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On May 30, 2007, Staff filed a letter indicating the Company's rate application was sufficient, and classifying the Company as a Class C utility.

On June 7, 2007, by Procedural Order, a hearing was scheduled on November 28, 2007, and other procedural dates established including the requirement of public notice be given by July 5, 2007.

On June 29, 2007, Staff filed a Request for Suspension of the Procedural Schedule ("Motion") due to delays the Company is experiencing in providing supporting data to Staff. The Company has no objections to Staff's Motion.

On July 6, 2007, by Procedural Order, Staff's Motion was granted and the timeframe was suspended. However, since public notice had been provided, the hearing scheduled for November 28, 2007 is to be held for the taking of public comment only.

On July 23, 2007, the Residential Utility Consumer Office ("RUCO") filed an Application to Intervene. There was no opposition to the Application.

On August 6, 2007, by Procedural Order, RUCO was granted intervention.

On August 29, 2007, the Company filed what was captioned "Request for Procedural Conference" ("Request") to resume the timeframe. Neither Staff nor RUCO has any objections to the Company's Request.

On September 5, 2007, by Procedural Order, a procedural conference was scheduled on September 26, 2007.

On September 26, 2007, the Company, RUCO and Staff appeared with counsel. The Company announced that it will withdraw its rate application in a subsequent written motion. The Company plans to file a rate application next year in 2008 with an updated test year. The Company further indicated that it will continue with its application for financing approval. Neither RUCO nor Staff have any objections to the withdrawal of Applicant's rate application.

Subsequently, it was agreed that the Company and Staff would confer and draft a form of notice to be sent to customers informing them of the withdrawal of the Company's rate application and the continuation of the processing of Applicant's financing application and the fact that a public comment session would be held as previously scheduled on November 28, 2007, at 9:30 a.m., at the

Commission's offices in Phoenix as public notice had previously been given on the remaining application.

On October 10, 2007, the Company filed its Motion to Withdraw Rate Application ("Motion") and included a copy of the proposed form of notice to be mailed to customers informing of the withdrawal of the rate application and the opportunity to make public comment on the remaining application.

Accordingly, the Company's Motion should be granted and Docket No. W-01815A-07-0117 administratively closed. The processing of the Company's financing application should be continued in Docket No. W-01815A-06-0775.

IT IS THEREFORE ORDERED that Golden Shores Water Company, Inc.'s Motion to Withdraw Rate Application is hereby granted.

IT IS FURTHER ORDERED that Golden Shores Water Company, Inc.'s Rate Application in Docket No. W-01815A-07-0117 shall be administratively closed.

IT IS FURTHER ORDERED that the Utilities Division shall continue the processing of Golden Shores Water Company, Inc.'s financing application in Docket No. W-01815A-06-0775 until final disposition by the Commission.

IT IS FURTHER ORDERED that the presiding Administrative Law Judge may rescind, alter, amend, or waive any portion of this Procedural order either by subsequent Procedural Order or by ruling at hearing.

DATED this day of October, 2007.

MARC E. STERN

ADMINISTRATIVE LAW JUDGE

1	Copies of the foregoing mailed/delivered this 12th day of October, 2007 to:
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18	By: Medical Debra Broyles Scoretowy to More E. Storm
19	Secretary to Marc E. Stern
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